The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Leonore Heavey.

## DIGEST 2018 Regular Session

Appel

<u>Present law</u> authorizes the assessment of a penalty for employers that do not withhold the correct amount of tax.

<u>Proposed law</u> provides that the penalty for failure to remit the correct amount of withholding tax shall not apply if the failure to do so was because the employer did not immediately begin using the 2018 withholding tables.

<u>Present law</u> authorizes the assessment of a penalty for individuals who underpay their estimated income tax.

<u>Proposed law</u> provides that the taxpayer will be considered to have acted in good faith for purposes of the application of the penalty waiver of the penalty if the underpayment was due to the failure of the individual's employer to begin using the 2018 withholding tables timely.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 47:113.1 and 118(I)(3))

SB 348 Original